

**SUPPLEMENT TO FISCAL YEAR 2003-04
BUDGET ACT ALLOCATION
ALLOCATION METHODOLOGIES**

FEDERAL TRUST FUNDS

Federal Substance Abuse Prevention and Treatment (SAPT) Block Grant funds (federal program number 93.959) are provided by the Substance Abuse and Mental Health Services Administration. The Federal Fiscal Year (FFY) 2004 SAPT Block Grant award number is 04B1CASAPT-06. SAPT Block Grant funds from the FFY 2004 award are available for obligation and expenditure beginning May 3, 2004, and must be expended by June 30, 2005.

California received an increase of \$1,109,693 with the FFY 2004 SAPT Block Grant award. The Department of Alcohol and Drug Programs has received budget authority to allocate these funds in FY 2003-04 on a one-time basis. A portion of the increase will be allocated for required set-asides: 20 percent (\$221,938) is for the Prevention Set-Aside, and five (5) percent (\$55,485) is for the HIV Set-Aside. The remaining \$832,270 will go to the counties as discretionary funds. These one-time SAPT increases, as described below, must be included in each county's V.2 budget.

SAPT Discretionary – FFY 2004 Award One-Time Increase \$832,270

SAPT Discretionary funds are for substance abuse treatment, prevention and recovery services, as well as for specific populations, such as youth and pregnant and parenting women. Terms and conditions for use of the SAPT Block Grant funds are incorporated into the Net Negotiated Amount contracts for FY 2003-04.

The one-time FFY 2004 SAPT Discretionary increase of \$832,270 is allocated using the standard allocation methodology, \$2,500 per \$1 million with the balance distributed per capita.

Prevention Set-Aside One-Time Increase - FFY 2004 Award \$221,938

Federal law requires that 20 percent of the SAPT Block Grant be expended on primary prevention services.

The one-time FFY 2004 SAPT Prevention Set-Aside increase of \$221,938 is allocated proportionately to each county's Prevention Set-Aside allocation.

HIV Set-Aside One-Time Increase – FFY 2004 Award \$55,485

Federal law requires that five percent of the total SAPT Block Grant award be expended on HIV early intervention services. HIV early intervention services must be made available to individuals in a substance abuse treatment program at the treatment site. HIV early intervention services may also be provided at other locations, including satellite treatment sites, and still be funded by the SAPT HIV Set-Aside provided that HIV early intervention

services are also available at the substance abuse treatment site. These funds are for HIV prevention, testing, and counseling services for clients in treatment programs.

The one-time FFY 2004 SAPT HIV Set-Aside increase of \$55,485 is allocated based on the following methodology of indicators and weighted amounts.

- 40 percent on the number of recent AIDS cases (1993 to 2002)
- 25 percent on the total population from communities of color
- 15 percent on the total population living in rural areas
- 15 percent on the population below the poverty level
- 5 percent on the number of seroprevalence childbearing women

The percentage for each indicator is multiplied by the total amount being allocated. Each county's ratio is determined by dividing the county portion of each indicator by the statewide total for each indicator. These ratios are then multiplied by the total funds available for each indicator. Funds from counties that decline HIV Set-Aside funds are reallocated to the participating counties using the same allocation methodology. These funds are allocated to the participating counties that have historically utilized their HIV Set-Aside funds.